# **Fiscal Note**

Allocation:

# State of Alaska 2021 Legislative Session

LABOR & COMMERCE

Bill Version: CSHB 151(FIN)

Fiscal Note Number: 2

(H) Publish Date: 5/4/2021

Unemployment Insurance

Identifier: HB151CS(L&C)-DOLWD-UI-04-02-21 Department: Department of Labor and Workforce Development

Title: UNEMPLOYMENT BENEFITS FOR COVID-19 Appropriation: Employment and Training Services

Requester: (H) L&C OMB Component Number: 2276

**Expenditures/Revenues** 

Sponsor:

Note: Amounts do not include in	nflation unless of	otherwise noted	below.			(Thousand	s of Dollars)
		Included in					
	FY2022	Governor's					
	Appropriation	FY2022		Out-Ye	ar Cost Estima	tes	
	Requested	Request					
<b>OPERATING EXPENDITURES</b>	FY 2022	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

#### **Positions**

Full-time				
Part-time				
Temporary				

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2021) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2022) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No

(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

#### **ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No If yes, by what date are the regulations to be adopted, amended or repealed? N/A

#### Why this fiscal note differs from previous version/comments:

Identifies costs to the unemployment insurance trust fund and extends the expiration date through March 31, 2022.

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Agency: Administrative Services Division

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Date: 04/01/2021 01:00 PM

Date: 04/02/21 OUT OF

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### FISCAL NOTE ANALYSIS

### STATE OF ALASKA 2021 LEGISLATIVE SESSION

## **Analysis**

This legislation provides flexibility for Alaskans seeking unemployment insurance benefits who have been impacted by the COVID-19 pandemic. The legislation would waive a mandatory waiting period before benefits could begin, and would ease able and available criteria for up to 120 days. The legislation also increases the dependent allowance provision to \$75 per week for each dependent with no restriction on the maximum number of dependents.
Unemployment Insurance benefits are paid directly from the Unemployment Insurance Trust Fund, and are not included in a budget bill.
The fiscal impact of this legislation for waiving the waiting week is zero as these benefits are 100% federally funded and same-day reimbursed to the UI Trust Fund.
With a repeal date of March 31, 2022, the forecasted fiscal impact from the UI Trust Fund for the \$75 dependent allowance is \$21.1 million in additional dependent allowance benefits on top of the existing statutory \$24 dependent allowance amount. Since this is only an estimate the Department of Labor and Workforce Development will continue to assess fiscal impacts of the legislation and will provide updates to the fiscal analysis.

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